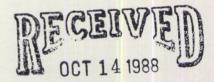
energy fuels nuclear, inc.

one tabor center • suite 2500 1200 seventeenth street • denver, colorado 80202 (303) 623-8317 twx 910-931-2561

m/037/003

October 11, 1988

Mr. Holland Shepard State of Utah Division of Oil, Gas and Mining 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203



DIVISION OF OIL, GAS & MINING

Re: Reclamation Commitments; Patti Ann Mine and Ivy Mine

Dear Mr. Shepard:

In response to your October 5, 1988 letter concerning Energy Fuels Nuclear, Inc. (EFN) agrees to the two reclamation procedures specified for the Patti Ann Mine and the Ivy Mine respectively, with one minor exception. The Columbia shaft sealing will proceed as described except that a steel plate may or may not be welded in the shaft before pouring concrete. EFN is unsure whether the Columbia shaft has a steel casing or not. In any event, a platform of some type will be constructed which will support concrete long enough to harden, which is the purpose of the platform anyway.

If you have any questions concerning this matter, please contact me.

Sincerely,

William J. Almas

Environmental Coordinator

WJA: smm